



MKS PAMP
GROUP

Europe/US Market Update - 3rd January 2020



Europe/US Markets (from Globex open)

2-Jan-20	GOLD		SILVER		PLATINUM		PALLADIUM	
	Bid	Offer	Bid	Offer	Bid	Offer	Bid	Offer
OPEN	1521.20	1521.70	17.8800	17.9000	967.50	969.50	1947.00	1953.00
HIGH	1531.10	1531.60	18.0900	18.1100	991.00	993.00	1967.50	1973.50
LOW	1518.50	1519.00	17.8450	17.8650	965.50	967.50	1939.00	1945.00
CLOSE	1526.10	1526.60	17.9975	18.0175	975.00	977.00	1959.50	1965.50
EFP	2.40	2.50	0.0350	0.0450	4.50	5.50	-33.00	-25.00
Active Contract	GCG0 Comdty		SIH0 Comdty		PLI0 Comdty		PAH0 Comdty	

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MACRO

- US equities posted some decent gains overnight.
- The Dow Jones climbed +1.16% points (+1.16%) to 28,868.80, the S&P500 climbed +27.07 points (+0.84%) 3,257.85, whilst the Nasdaq rose +119.58 points (+1.33%) to 9,092.18.
- European shares joined in with wide spread gains across multiple sectors. The Euro STOXX 600 leapt +0.93% to 419.72, the UK FTSE rallied +0.82% to 7,604.30, while the German DAX advanced +1.03% to 13,385.93.
- US 10y yields fell -2.02% to 1.877% and the 2y yield rose +0.43% to 1.569%.
- The Dollar index recouped about half the losses from the session prior, finishing the day at 96.8 (+0.35%).
- Oil trade was again volatile, finishing the session marginally weaker at \$61.18 (-0.7%).

PRECIOUS

- Precious metals continued their steady grind higher - despite the rise in risk appetite.
- Asia set out on the soft the soft side, with gold dipping below \$1520 initially to the days lows.

- Once China opened up for the day some buying began to filter in on the SGE as well as the CME.
- The metal hovered then in a tight \$1519-1522 range throughout the rest of Asia and the bulk of the European session.
- New York were on the bid and steadily paid the gold to the days high. Decent offers on COMEX above \$1530 cash capped the market and prompted some fast money profit taking late in the session to close just short of \$1530.
- Silver managed to push above toward \$18.10, but a late bout of selling pressured the grey metal back down towards \$18.00 which is where the market closed.
- Platinum was volatile touching a high of \$991, but scale up offers ahead of \$1000 capped any further advance and prompted a sharp sell-off. We closed about \$10 off the high.
- Palladium demand continues with the metal closing just off the highs at 1960/64.

PRE-ASIA COMMENTS

- Precious metals are inching higher in early trade, gold and silver creeping back towards overnight highs as I write.
- Asian equities trade sideways.
- Ahead today: French and German CPI, German retail sales and employment, UK mortgage approvals and construction spending and US FOMC minutes, ISM manufacturing/new orders/prices paid and construction spending.

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